

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 3375 – SB 3693

March 9, 2012

SUMMARY OF AMENDMENT (013444): Removes current restriction against retailers of alcoholic beverages from offering or making any discount in the sale or delivery of liquors in case quantities. Authorizes a retailer to offer a discount in any manner as long as all the appropriate taxes are paid on the full price of the product prior to the discount being offered and as long as the sale of the alcoholic beverage is not below the cost paid by the retailer to purchase the alcoholic beverages from the wholesaler. Amendment (013444) removes the authority, as granted in the original bill, for persons licensed for on-premises consumption to provide such discounts.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Unchanged from the original fiscal note.

Assumptions applied to amendment:

- The amount of tax levied on retailers will not change.
- Any additional state or local tax revenue collected as a result of increased beverage sales due to price discounts offered by retailers is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

/jdb

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